

BRITISH COLUMBIA INSTITUTE OF TECHNOLOGY

COURSE OUTLINE

COURSE NAME Financial Accounting

COURSE NUMBER FMGT 3110 | DATE September, 1994

Prepared by R.C. Bell/C.J. Trunkfield | Taught to Second Year

School Business | School Business

Program Financial Management | Program Financial Management

Date Prepared August, 1994 | Option Accounting/Finance

Term 3 Hrs/Wk Lec 2/Sem 2/Lab 1 Credits _____

No. of Weeks 14 Total Hours 70

Instructor(s) R.C. Bell, J. Johnston, C. Trunkfield Office _____ Local _____

PREREQUISITES

1. A mark of 60% in FMGT 2105 or 70% in 2100 if taken in BCIT's Financial Management Program.
2. Students transferring into BCIT's second year from other departments or colleges must have completed courses equivalent to FMGT 1100 and 2100 with a minimum grade of 70%.

COURSE OBJECTIVES

1. To assist students in developing a better understanding of the accounting process and the concepts and principles involved in attaining objectives as reflected in annual reports for external use.
2. Upon completion of the course students should expect:
 - a) To have acquired skills that will enable them to compete for more challenging and responsible accounting positions at the intermediate level.
 - b) To have determined their aptitude and desire for a professional accounting career while gaining (with a specified grade) exemption from study of the comparable course offered by professional associations (C.G.A., C.A. and C.M.A.).

EVALUATION

Term Participation	<u>10</u>	%
In-term Test	<u>40</u>	%
Final Examination	<u>50</u>	%
TOTAL	<u>100</u>	%

REQUIRED TEXT(S) AND EQUIPMENT

"Intermediate Accounting", Fourth Canadian Edition
- Kieso, Weygandt, Irvine & Silvester.

REFERENCE TEXTS AND RECOMMENDED EQUIPMENT

Students seriously considering accounting as a professional career have access to a wide selection of books and periodicals on accounting subjects in the BCIT library or through their instructor.

The following is a small selection only of interesting and useful supplementary reading and reference material.

1. Your first year accounting textbook
2. "Intermediate Accounting" - Sixth Canadian Edition - Welsh, Zlatkovitch, Nelson & Zin
3. C.I.C.A. Handbook
4. "Accounting Theory" - Hendriksen, E.S.
5. "Financial Reporting in Canada" - C.I.C.A.
6. Canada Business Corporations Act
7. B.C. Companies Act
8. Monthly magazines of C.A., C.G.A. and C.M.A. Associations
9. Published financial reports of leading Canadian companies

COURSE SUMMARY

FMGT 3110 - Term 3

Begins with a review of the concepts and principles underlying the attainment of financial accounting objectives. This is followed by a comprehensive review of certain procedures in the accounting cycle which are conceptually important in advancing accounting knowledge and performance. Then a general overview of the income statement, balance sheet and statement of changes in financial position precedes an in-depth study of each balance sheet category of assets and any related effects on income determination. Current assets and an introduction to operating assets are completed this term, with other assets, liabilities and shareholders' equity, in FMGT 4110 - Term 4.

FMGT 3110 Financial Accounting
Detailed Course Outline
Third Term – Fall, 1994

Week Ending	Material Covered	References	Suggested Weekly Problems
Sept. 9	Introduction	Ch. 1	Read Ch. 1 & 2
Sept. 16	Accounting principles and standards in a conceptual framework	Ch. 2	Ques. 8, 11, 12, 18 & 25, p. 29 C. 1-2, p. 30 C. 1-6, p. 32
Sept. 23	Review of the accounting process stressing year-end accounting procedures, adjusting and reversing entries Relationship between the accrual and cash basis of accounting	Ch. 3	Ques. 5, 7, 9, 12, 13 & 14, p. 55 C. 2-11, p. 62 C. 2-23, p. 67
Sept. 30	Overview of the income and retained earnings statements and unusual income statement items	Ch. 4	E. 3-13, p. 114 P. 3-4, p. 120 P. 3-7, p. 122
Oct. 7	Elements of the Statement of Financial Position and Statement of Changes and other additional disclosures	Ch. 5	C. 4-3, p. 164 E. 4-16, p. 177 P. 4-4, p. 180 E. 4-11, p. 175
Oct. 14	Revenue and expense recognition concepts	Ch. 6	E. 5-9, p. 239 E. 5-12, p. 240 P. 5-7, p. 250
Oct. 21	MIDTERM EXAM – Chapters 1, 2, 3, 4 and 5		
Oct. 28	Departures from the basic principles of revenue recognition	Ch. 6 Appendix A and B	C. 6-1, p. 294 E. 6-2, p. 298
	Cash control principles and bank reconciliations	Ch. 7	P. 6-1, p. 304

Week Ending	Material Covered	References	Suggested Weekly Problems
Nov. 4	Accounting for and the valuation of accounts and notes receivable	Ch. 7	P. 6-3, p. 305 P. 6-10, p. 308 P. 7-4, p. 371
Nov. 11	Inventory measurement	Ch. 8	E. 7-15, p. 366 P. 7-11, p. 376 P. 7-14, p. 377
Nov. 18	Inventory cost flow methods	Ch. 8	C. 8-6, p. 415 E. 8-4, p. 419 P. 8-3, p. 429
Nov. 25	Determination and recording of inventory at lower of cost or market	Ch. 9	P. 8-5, p. 430 [omit LIFO] P. 8-7, p. 431 [omit LIFO] P. 8-11, p. 434
Dec. 2	Inventory estimation methods and other inventory issues	Ch. 9	E. 9-7, p. 465 E. 9-14, p. 467 P. 9-1, p. 469
Dec. 9	Review		P. 9-11, p. 475
Dec. 16	FINAL EXAMINATION - Chapters 1, 2, 3, 4, 5, 7, 8 and 9		

Course outline for FMGT 4110 will be distributed at commencement of Term 4 in January, 1995.